

TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE



**FISCAL NOTE**

**SB 458 - HB 646**

February 25, 2021

**SUMMARY OF BILL:** Changes certain eligibility requirements for home school students relating to the Tennessee Promise and HOPE scholarships.

**ESTIMATED FISCAL IMPACT:**

**Increase State Expenditures – \$133,300/FY21-22 and Subsequent Years/  
Lottery for Education Account**

**\$14,300/FY21-22 and Subsequent Years/  
Tennessee Promise Scholarship Special Reserve Account**

**Other Fiscal Impact - Funding in the amount of \$133,300 in FY21-22 and subsequent years will not be included in the annual statutory transfer of excess lottery funding from the Lottery for Education Account to the Tennessee Promise Scholarship Special Reserve Account.**

**Assumptions:**

- The number of additional home school students who will qualify for the Tennessee HOPE scholarship as a result of this legislation is estimated to be 34. This number is assumed to remain constant.
- The average award amount for a HOPE scholarship is \$3,920.
- The total recurring increase in state expenditures associated with additional HOPE scholarship awards is estimated to be \$133,280 (34 scholarships x \$3,920).
- The number of additional home school students who will qualify for the Tennessee Promise scholarship as a result of this legislation is estimated to be 14. This number is assumed to remain constant.
- The average award amount for a Promise scholarship is \$1,024.
- The total recurring increase in state expenditures associated with additional Promise scholarship awards is estimated to be \$14,336 (14 scholarships x \$1,024).
- The total increase in state expenditures is estimated to be \$147,616 (\$133,280 + \$14,336) in FY21-22 and subsequent years.
- The preceding assumptions are based on information provided by the Tennessee Student Assistance Corporation.

**CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink that reads "Bojan Savic". The signature is written in a cursive, flowing style.

Bojan Savic, Interim Executive Director

/lm